Filed for intro on 01/24/2000 SENATE BILL 2821 By Clabough

HOUSE BILL 2474 By Wood

AN ACT to amend Tennessee Code Annotated, Title 71, Chapter 5, Part 1, relative to the TennCare program.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 71, Chapter 5, Part 1, is amended by adding the following as a new, appropriately numbered section:

Section ___. (a) To the extent consistent with federal law and subject to the approval of the Health Care Financing Administration, (HCFA). The commissioner of commerce and insurance, with the assistance of the TennCare bureau, shall develop a standard TennCare benefits package and a behavioral health TennCare benefits package. Such benefit packages shall provide benefits comparable to those available under the state employees managed care plan of coverage or under the small employer carrier provisions of section 56-7-2207(b). Once developed, such benefit packages shall become the standard provided by each managed care organization ("MCO") and behavioral health organization ("BHO") for all TennCare enrollees, including medicaid eligibles and the TennCare demonstration project participants.

(b) To the extent consistent with federal law and subject to the approval of HCFA, the TennCare bureau shall implement a two part system of flat co-payments and eliminate any requirement of deductibles. Such system of co-payments shall be

implemented by each managed care organization and each behavioral health organization as to the TennCare demonstration project participants. The co-payment schedule shall include:

(1) For those between 100% - 200% of poverty:

Annual Deductible none

Physician Office Visit \$5 per visit to primary care physician ("PCP")

\$10 per visit to specialist

Hospital Care \$50 per admission Prescription Drugs \$5 per generic brand

\$10 per brand name

\$5 for the first office visit Maternity

> \$10 per visit to specialist \$100 hospital admission

Preventive Health Assessment -\$5 per visit to PCP

\$10 per visit to specialist

\$50 per visit (waived if admitted) **Emergency Care**

Vision Care \$5 per visit to PCP

\$10 per visit to specialist \$10 per annual eye-exam

Chiropractic Care not covered

Ambulance Service - Air & Ground none when deemed medically appropriate

\$5 per visit to PCP Lab and X-Ray

\$10 per visit to specialist

Physical, Speech & Occupational

Therapy \$5 per visit Mental Health Inpatient \$50 per admission Substance Abuse Inpatient \$50 per admission

Mental Health/Substance

Abuse Outpatient \$10 per session

Annual Out-of-Pocket Maximums \$500 per TennCare recipient

(2) For those over 200% of poverty:

Annual Deductible none

Physician Office Visit \$10 per visit to PCP

\$15 per visit to specialist \$100 per admission

Hospital Care Prescription Drugs \$5 per generic brand \$15 per brand name

\$10 for first office visit

Maternity \$15 per visit to specialist

\$100 hospital admission \$10 per visit to PCP

Preventive Health Assessment -\$15 per visit to specialist

\$50 per visit (waived if admitted)

Emergency Care

Vision Care \$10 per visit to PCP \$15 per visit to specialist

\$10 per annual eye-exam

Chiropractic Care not covered

Ambulance Service - Air & Ground none when deemed medically appropriate

Lab and X-Ray \$10 per visit to PCP

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\$15 per visit to specialist

Physical, Speech & Occupational

Therapy - \$10 per visit

Mental Health Inpatient - \$100 per admission Substance Abuse Inpatient - \$100 per admission

Mental Health/Substance

Abuse Outpatient - \$15 per session

Annual Out-of-Pocket Maximums \$1,000 per TennCare recipient

(c) The TennCare bureau shall revise TennCare premiums so that premiums shall be comparable to those paid under the state employees managed care plan of coverage or under the small employer carrier provisions pursuant to Section 56-7-2207(b). The same premium rate schedule shall be followed in each MCO and each BHO and shall apply to the TennCare demonstration project participants, but not to medicaid eligibles.

- (d) To the extent consistent with federal law and subject to the approval of HCFA, the TennCare bureau shall impose a seven (7) per month prescription limitation, including refills, for each TennCare enrollee, including medicaid eligibles and the TennCare demonstration project participants.
- (e) To the extent consistent with federal law and subject to the approval of HCFA, the TennCare bureau shall develop and require use of a standard billing procedure and forms to be used by each MCO and BHO.
- (f) To the extent consistent with federal law and subject to the approval of HCFA, the TennCare bureau shall prohibit all MCOs and BHOs from advertising TennCare enrollee services.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring

it.

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